ANNUAL REPORT

Of

Company Name: AVM-2005, LLC

7150 E. Camelback Rd., Ste. 400

Mailing Address:

Scottsdale

85251

AZ

BY EMAIL 03/22/2021, 4:25 PM

ARIZONA CORPORATION COMMISSION

RECEIVED

UTILITIES DIVISION

Docket No.: W-20496A For the Year Ended: 12/31/20

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: Util-Compliance@azcc.gov, mail or deliver the completed Annual Report to: Arizona Corporation Commission Compliance Section - Utilities Division 1200 West Washington Street Phoenix, Arizona 85007

Application Type:

Original Filing

Application Date: |3/22/2021

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT AVM-2005, LLC

A Class E Utility

| For the Calendar Year En | ded: <u>12/31/20</u> | <u>0</u> | | |
|---------------------------|-------------------------|---------------|--------------------|-----------------|
| Primary Address: 7 | 7150 E. Camelback Roa | ad, Suite 400 | | |
| City: S | Scottsdale | | State: Arizona | Zip Code: 85251 |
| Telephone Number: | 480-998-5440 | | | |
| Date of Original Organiza | ntion of Utility: | 20 | 05 | |
| Person to whom correspon | ndence should be add | lressed conce | rning this report: | |
| Name: I | Leah Bowers | | | |
| Telephone No. : 4 | 80-998-5440 | | | |
| _ | 150 E. Camelback Roa | ad, Suite 400 | - 1 | |
| <u> </u> | Scottsdale | | State: Arizona | Zip Code: 85251 |
| <u> </u> | <u>eah@areadinc.com</u> | | | |
| NA | | | | |
| | Norm Baker | | | |
| Telephone No. : 4 | | | | |
| | 7150 E. Camelback Roa | ad Suite 400 | | |
| | Scottsdale | id, Buile 400 | State: Arizona | Zip Code: 85251 |
| · L | orm@areadinc.com | | State. Alizona | Zip code. 63231 |
| | | | | |
| NA | | | | |
| Name: | | | | |
| Telephone No. : | | | | |
| Address: | | | | |
| City: | | | Arizona | |
| Email: | | | · | |
| NA | | | | |
| Name: | | | | |
| Telephone No. : | | | | |
| Address: | | | L | |
| City: | | | State: Arizona | Zip Code: |
| Email: | | ļ. | • | |
| NA | | | | |
| Name: | | | | |
| Telephone No.: | | | - | |
| Address: | | | 1 | |
| City: | | | State: Arizona | Zip Code: |
| Email: | | | State. Alizulia | Zip Code. |
| Eman: | | | | |
| Ownership: | Limited Liability Compa | any ("LLC") | | |
| Counties Served: | Pinal | | ٦ | |

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT AVM-2005, LLC

| | Important changes during the year | | | | | |
|----|---|--|--|--|--|--|
| - | | | | | | |
| No | For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the | | | | | |
| | year? | | | | | |
| | If yes, please provide specific details in the box below. | | | | | |
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| | | | | | | |
| | | | | | | |
| | Has the company been notified by any other regulatory authorities during the year, that they are out of compliance? | | | | | |
| | If yes, please provide specific details in the box below. | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

| Utility Plant in Service (Water) | | | | | | | | | | | | | |
|---|--|---------------|-----------|-------------|---------------|--------------|----------|--|--|--|--|--|--|
| Account Description Beginning Year Current Year Current Year Adjusted Accumulated OCLD (OC less | | | | | | | | | | | | | |
| No. | - | Original Cost | Additions | Retirements | Original Cost | Depreciation | AD) | | | | | | |
| 301 | Organization | \$0 | 0 | \$0 | \$0 | \$0 | \$0 | | | | | | |
| 302 | Franchises | 292,897 | 0 | \$0 | 292,897 | 267,720 | 25,177 | | | | | | |
| 303 | Land and Land Rights | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 304 | Structures and Improvements | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 305 | Collecting & Improving Reservoirs | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 306 | Lake, River, Canal Intakes | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 307 | Wells and Springs | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 308 | Infiltration Galleries | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 309 | Supply Mains | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 310 | Power Generation Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 311 | Pumping Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 320 | Water Treatment Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 320.1 | Water Treatment Plants | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 320.2 | Solution Chemical Feeders | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 320.3 | Point-of-Use Treatment Devices | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 330 | Distribution Reservoirs and Standpipes | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 330.1 | Storage Tanks | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 330.2 | Pressure Tanks | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 331 | Transmission and Distribution Mains | 40,000 | 0 | \$0 | 40,000 | 21,600 | 18,400 | | | | | | |
| 333 | Services | 16,000 | 0 | \$0 | 16,000 | 8,640 | 7,360 | | | | | | |
| 334 | Meters and Meter Installations | 3,200 | 0 | \$0 | 3,200 | 1,728 | 1,472 | | | | | | |
| 335 | Hydrants | 800 | 0 | \$0 | 800 | 432 | 368 | | | | | | |
| 336 | Backflow Prevention Devices | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 339 | Other Plant and Misc. Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 340 | Office Furniture and Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 340.1 | Computer & Software | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 341 | Transportation Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 342 | Stores Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 343 | Tools, Shop and Garage Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 344 | Laboratory Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 345 | Power Operated Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 346 | Communication Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 347 | Miscellaneous Equipment | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| 348 | Other Tangible Plant | 0 | 0 | \$0 | 0 | 0 | 0 | | | | | | |
| | Totals | \$352,897 | \$0 | \$0 | \$352,897 | \$300,120 | \$52,777 | | | | | | |

AVM-2005, LLC Annual Report Depreciation Expense for the Current Year (Water) 12/31/20

| | | Depr | eciation Expense | for the Current | Year (Water) | | | | |
|-------------|--|----------------|------------------|-----------------|---------------|-----------------------------------|-------------|--------------|--------------|
| Account No. | Description | Beginning Year | Current Year | Current Year | Adjusted | Fully | Depreciable | Depreciation | Depreciation |
| | | Original Cost | Additions | Retirements | Original Cost | Depreciated/Non-depreciable Plant | Plant | Percentages | Expense |
| 301 | Organization | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | 0.00% | \$0 |
| 302 | Franchises | 292,897 | 0 | 0 | 292,897 | \$0 | 292,897 | 6.67% | 19,526 |
| 303 | Land and Land Rights | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 304 | Structures and Improvements | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 305 | Collecting & Improving Reservoirs | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 306 | Lake, River, Canal Intakes | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 307 | Wells and Springs | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 308 | Infiltration Galleries | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 309 | Supply Mains | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 310 | Power Generation Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 311 | Pumping Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 320 | Water Treatment Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 320.1 | Water Treatment Plants | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 320.2 | Solution Chemical Feeders | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 320.3 | Point-of-Use Treatment Devices | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 330 | Distribution Reservoirs and Standpipes | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 330.1 | Storage Tanks | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 330.2 | Pressure Tanks | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 331 | Transmission and Distribution Mains | 40,000 | 0 | 0 | 40,000 | \$0 | 40,000 | 4.00% | 1,600 |
| 333 | Services | 16,000 | 0 | 0 | 16,000 | \$0 | 16,000 | 4.00% | 640 |
| 334 | Meters and Meter Installations | 3,200 | 0 | 0 | 3,200 | \$0 | 3,200 | 4.00% | 128 |
| 335 | Hydrants | 800 | 0 | 0 | 800 | \$0 | 800 | 4.00% | 32 |
| 336 | Backflow Prevention Devices | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 339 | Other Plant and Misc. Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 340 | Office Furniture and Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 340.1 | Computer & Software | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 341 | Transportation Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 342 | Stores Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 343 | Tools, Shop and Garage Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 344 | Laboratory Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 345 | Power Operated Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 346 | Communication Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 347 | Miscellaneous Equipment | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| 348 | Other Tangible Plant | 0 | 0 | 0 | 0 | \$0 | 0 | 0.00% | 0 |
| | Subtotal | \$352,897 | \$0 | \$0 | \$352,897 | \$0 | \$352,897 | | \$21,926 |

Contribution(s) in Aid of Construction (Gross)\$0Less: Non Amortizable Contribution(s)0Fully Amortized Contribution(s)0Amortizable Contribution(s)\$0Times: Proposed Amortization Rate6.21%Amortization of CIAC\$0

Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE \$21,926

AVM-2005, LLC Annual Report Balance Sheet Assets 12/31/20

| | Balance Sheet Assets | | |
|-------------|---|---|----------------------------------|
| | Assets | Balance at Beginning of Year (2020) | Balance at End of Year (2020) |
| Account No. | Current and Accrued Assets | | |
| 131 | Cash | \$0 | \$0 |
| 134 | Working Funds | 1,378 | 2,499 |
| 135 | Temporary Cash Investments | 0 | 0 |
| 141 | Customer Accounts Receivable | 371 | 160 |
| 146 | Notes Receivable from Associated Companies | 0 | 0 |
| 151 | Plant Material and Supplies | 0 | 0 |
| 162 | Prepayments | 0 | 0 |
| 174 | Miscellaneous Current and Accrued Assets | 0 | 0 |
| | Total Current and Accrued Assets | \$1,749 | \$2,659 |
| Account No. | Fixed Assets | | |
| 101 | Utility Plant in Service* | \$352,897 | \$352,897 |
| 103 | Property Held for Future Use | 0 | 0 |
| 105 | Construction Work in Progress | 0 | 0 |
| 108 | Accumulated Depreciation (enter as negative)* | (278,194) | (300,120) |
| 121 | Non-Utility Property | 0 | 0 |
| 122 | Accumulated Depreciation - Non Utility | 0 | 0 |
| | Total Fixed Assets | \$74,703 | \$52,777 |
| | Total Assets | \$76,452 | \$55,437 |

*Note these items feed automatically from AR3 UPIS Page 4

| | Balance Sheet Liabilities and Ow | ners Equity | |
|-------------|---|-------------------------------------|----------------------------------|
| | Liabilities | Balance at Beginning of Year (2020) | Balance at End of Year (2020) |
| Account No. | Current Liabilities | | |
| 231 | Accounts Payable | \$253,171 | \$276,000 |
| 232 | Notes Payable (Current Portion) | 0 | 0 |
| 234 | Notes Payable to Associated Companies | 23,717 | 32,388 |
| 235 | Customer Deposits | 2,350 | 2,300 |
| 236 | Accrued Taxes | 8 | 62 |
| 237 | Accrued Interest | 0 | 0 |
| 242 | Miscellaneous Current and Accrued Liabilities | 0 | 0 |
| | Total Current Liabilities | \$279,246 | \$310,750 |
| | Long Term Debt | | |
| 224 | Long Term Debt (Notes and Bonds) | \$449,377 | \$449,377 |
| | Deferred Credits | | |
| 251 | Unamortized Premium on Debt | \$0 | \$0 |
| 252 | Advances in Aid of Construction | 0 | 0 |
| 255 | Accumulated Deferred Investment Tax Credits | 0 | 0 |
| 271 | Contributions in Aid of Construction | 0 | 0 |
| 272 | Less: Amortization of Contributions | 0 | 0 |
| 281 | Accumulated Deferred Income Tax | 0 | 0 |
| | Total Deferred Credits | \$0 | \$0 |
| | Total Liabilites | \$728,623 | \$760,127 |
| | Capital Accounts | | |
| 201 | Common Stock Issued | \$0 | \$0 |
| 211 | Other Paid-In Capital | 0 | 0 |
| 215 | Retained Earnings | (653,170) | (705,690) |
| 218 | Proprietary Capital (Sole Props and Partnerships) | 1,000 | 1,000 |
| | Total Capital | (\$652,170) | (\$704,690) |
| | Total Liabilities and Capital | \$76,452 | \$55,437 |

Note: Total liabilities and Capital must match total assets for the beginning and end of the year!

| | Water Comparative 1 | | |
|--------------|--|---------------------------------------|-------------------------|
| Account No. | Calendar Year | Current Year | Last Year |
| | | 01/01/2020 - 12/31/2020 | 01/01/2019 - 12/31/2019 |
| | Operating Revenue | | |
| 461 | Metered Water Revenue | \$11,703 | \$10,779 |
| 460 | Unmetered Water Revenue | 152 | 0 |
| 462 | Fire Protection Revenue | 0 | 0 |
| 469 | Guaranteed Revenues (Surcharges) | 0 | 0 |
| 471 | Miscellaneous Service Revenues | 0 | 0 |
| 474 | Other Water Revenue | 0 | 0 |
| | Total Revenues | \$11,855 | \$10,779 |
| | Operating Expenses | | |
| 601 | Salaries and Wages | \$0 | \$0 |
| 604 | Employee Pensions and Benefits | 0 | 0 |
| 610 | Purchased Water | 7,960 | 8,465 |
| 615 | Purchased Water Purchased Power | 0 | 0,403 |
| | | 0 | · |
| 618 620 | Chemicals Materials and Supplies | 0 | 0 |
| | Materials and Supplies | 4,023 | 6,155 |
| 620.1 | Repairs and Maintenance | 4,023 | 0,133 |
| 620.2 | Office Supplies and Expense | 27,000 | · · |
| 630 | Contractual Services | , , , , , , , , , , , , , , , , , , , | 24,000 |
| 631 | Contractual Services - Engineering | 0 | 0 |
| 632 | Contractual Services - Accounting | 0 | 0 |
| 633 | Contractual Services - Legal | 0 | 0 |
| 634 | Contractual Services - Management Fees | 0 | 500 |
| 635 | Contractual Services - Water Testing | 865 | 500 |
| 636 | Contractual Services - Other | 0 | 0 |
| 640 | Rents | 0 | 0 |
| 641 | Rental of Building/Real Property | 0 | 0 |
| 642 | Rental of Equipment | 0 | 0 |
| 650 | Transportation Expenses | 0 | 0 |
| 657 | Insurance - General Liability | 906 | 906 |
| 657.1 | Insurance - Health and Life | 0 | 0 |
| 665 | Regulatory Commission Expense - Rate | 0 | 0 |
| 670 | Bad Debt Expense | 0 | 0 |
| 675 | Miscellaneous Expense | 0 | 0 |
| 403 | Depreciation Expense (From Schedule AR4) | 21,926 | 21,926 |
| 408 | Taxes Other Than Income | 0 | 0 |
| 408.11 | Property Taxes | 477 | 474 |
| 409 | Income Taxes | 0 | 0 |
| 427.1 | Customer Security Deposit Interest | 0 | 0 |
| | Total Operating Expenses | \$63,157 | \$62,426 |
| | Operating Income / (Loss) | (\$51,302) | (\$51,647) |
| | Other Income / (Expense) | | |
| 419 | Interest and Dividend Income | \$0 | \$0 |
| 421 | Non-Utility Income | 0 | 0 |
| 426 | Miscellaneous Non-Utility (Expense) | (1,217) | 0 |
| 420 | Interest (Expense) | (1,217) | 0 |
| → ∠ / | Total Other Income / (Expense) | (\$1,217) | \$0 |
| | | , , | |
| | Net Income / (Loss) | (\$52,519) | (\$51,647) |

Full time equivalent employees

| | Direct Company | Allocated | Outside service | Total |
|----------------------|----------------|-----------|-----------------|-------|
| President | 0.0 | 0.0 | 0.0 | 0.0 |
| Vice-president | 0.0 | 0.0 | 0.0 | 0.0 |
| Manager | 0.3 | 0.0 | 0.0 | 0.3 |
| Engineering Staff | 0.0 | 0.0 | 0.0 | 0.0 |
| System Operator(s) | 0.4 | 0.0 | 0.0 | 0.4 |
| Meter reader | 0.0 | 0.0 | 0.0 | 0.0 |
| Customer Service | 0.0 | 0.0 | 0.0 | 0.0 |
| Accounting | 0.0 | 0.0 | 0.0 | 0.0 |
| Business Office | 0.0 | 0.0 | 0.0 | 0.0 |
| Rates Department | 0.0 | 0.0 | 0.0 | 0.0 |
| Administrative Staff | 0.4 | 0.0 | 0.0 | 0.4 |
| Other | 0.0 | 0.0 | 0.0 | 0.0 |
| Total | 1.1 | 0.0 | 0.0 | 1.1 |

AVM-2005, LLC Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/20

| Supplemental Financial Data (Long-Term Debt) | | | | | | | | | |
|--|---------------|---------------|----------|----------|--|--|--|--|--|
| | Loan #1 | Loan #2 | Loan #3 | Loan #4 | | | | | |
| Date Issued | 5/4/2007 | 9/1/2007 | 1/0/1900 | 1/0/1900 | | | | | |
| Source of Loan | Related Party | Related Party | 0 | 0 | | | | | |
| ACC Decision No. | 0 | 0 | 0 | 0 | | | | | |
| Reason for Loan | Purchase | Expense | 0 | 0 | | | | | |
| Dollar Amt. Issued | \$350,000 | \$47,000 | 0 | 0 | | | | | |
| Amount Outstanding | \$350,000 | \$47,000 | 0 | 0 | | | | | |
| Date of Maturity | None | None | 0 | 0 | | | | | |
| Interest Rate | 0.00% | 0.00% | 0 | 0 | | | | | |
| Current Year Interest | \$0 | \$0 | 0 | 0 | | | | | |
| Current Year Principal | \$0 | \$0 | 0 | 0 | | | | | |

| Meter Deposit Balance at Test Year End: | \$0 | | |
|--|-----|-----|---|
| | | - | |
| Meter Deposits Refunded During the Test Year | r: | \$0 |] |

List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should <u>not</u> be listed. Input 0 or none if there is nothing to report for that cell.

| | | | | Well and Wat | er Usage | | | | | | |
|------------------------|-----------------|------------------|--------------|-----------------|------------|--------------|-------------|-------------|------------|-----------|--------|
| Name of the System: | | NA | | | | | | | | | |
| ADEQ Public Water Syst | tem Number: | • | NA | | | | - | | | | |
| ADWR PCC Number: | | | NA | | | | | | | | |
| Well registry 55# (55- | | | Casing Depth | Casing Diameter | Pump Motor | | Water level | Water level | Meter Size | How | |
| XXXXXX): | Pump Horsepower | Pump Yield (gpm) | (feet) | (inches) | Type ** | Year Drilled | 2010 | 2020 | (inches) | measured: | Active |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | N/A | N/A |
| 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | (| N/A | N/A |

| Name of system water delivered to: | NA | | |
|---|----|------|---|
| ADWR PCC Number: | | #N/A | |
| Source of water delivered to another system | NA | | • |
| | | • | |

| Name of system water received from: | NA | | |
|-------------------------------------|----|------|--|
| ADWR PCC Number: | | #N/A | |
| Source of water received | NA | | |
| Well registry 55# (55-XXXXXX): | 0 | | |

| | | | | Water received | | | |
|-----------|-----------------|------------|--------------------|------------------|----------------|----------------------|-----------|
| | | | Water delivered | (purchased) from | Estimated | Purchased | Purchased |
| | Water withdrawn | Water sold | (sold) to other | other systems | authorized use | Power | Power |
| Month | (gallons)1 | (gallons)2 | systems (gallons)3 | (gallons)4 | (gallons)5 | Expense ⁶ | $(kWh)^7$ |
| January | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| February | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| March | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| April | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| May | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| June | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| July | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| August | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| September | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| October | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| November | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| December | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Totals | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | \$0 | 0 |

| f applicable, in the space below please provide a description for all un-metered water use along with amounts: | | |
|--|--|--|
| N/A | | |
| | | |
| | | |
| | | |
| | | |

¹ Water withdrawn - Total gallons of water withdrawn from pumped sources.

² Water sold - Total gallons from customer meters, and other sales such as construction water.

³ Water delivered (sold) to other systems - Total gallons of water delivered to other systems.

⁴ Water received (purchased) from other systems - Total gallons of water purchased/received from other systems.

⁵ Estimated authorized use - Total estimated gallons from authorized metered or unmetered use. Authorized uses such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc. Non-authorized use (real losses) are service line breaks and leaks, water main breaks, meter inaccuracies and theft.

⁶ Enter the total purchased power costs for the power meters associated with this system.

⁷ Enter the total purchased kWh used by the power meters associated with this system.

| Water Utility Plant Description | | | | |
|----------------------------------|---------------|-----------|--|--|
| Name of the System: | AVM-2005, LLC | | | |
| ADEQ Public Water System Number: | | AZ0411079 | | |
| ADWR PCC Number: | | NA | | |

| | MAINS | | |
|----------------|----------|---------------|--|
| Sizes (inches) | Material | Length (feet) | |
| 6.00 | PVC | 6,600 | |
| NA | NA | 0 | |

| SERVICE LIN | SERVICE LINES | | | |
|-------------|-------------------|----------------|--|--|
| | | Year | | |
| Material | Percent of system | Year installed | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

| CUSTOMER METERS | | | | |
|-----------------|----------|-------------------|--------------|--|
| | | Percent over | Percent over | |
| Size (inches) | Quantity | 1,000,000 gallons | 10 years old | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |
| NA | 0 | 0% | 0% | |

| | BOOSTER PUMPS | |
|------------|---------------|----------|
| Horsepower | GPM | Quantity |
| 0 | 0 | 0 |
| 0 | 0 | 0 |
| 0 | 0 | 0 |
| 0 | 0 | 0 |

| | STORAGE TANKS | | |
|--------------------|---------------|----------|----------------|
| | | | Year installed |
| Capacity (gallons) | Material | Quantity | installed |
| 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 |

| FIRE HYDRANTS | |
|---------------|----------|
| Type | Quantity |
| Standard * | |
| Other | |
| | |

| PRESSURE/BLADDER TANKS | | | | |
|------------------------|----------|----------|----------------|--|
| Capacity | | | | |
| (gallons) | Material | Quantity | Year installed | |
| 0 | 0 | 0 | 0 | |
| 0 | 0 | 0 | 0 | |
| 0 | 0 | 0 | 0 | |
| 0 | 0 | 0 | 0 | |
| 0 | 0 | 0 | 0 | |
| 0 | 0 | 0 | 0 | |

^{*} A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

ERC Method used:

Other

| Water Utility Plant Description (Continued) | | | |
|---|--|--|--|
| For the following | For the following three items, list the utility owned assets in each category for each system. | | |
| TREATMENT EQUIPMENT: | N/A | | |
| STRUCTURES: | N/A | | |
| OTHER: | N/A | | |
| Provide a calcula Use one of the foll (a) (b) | tion used to determine the value of one water equivalent residential connection (ERC). owing methods: If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 If no historical flow data are available, use: ERC = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day) | | |

| Customer and Other Information | | | | | |
|----------------------------------|----|---|--|--|--|
| Name of the System: | NA | | | | |
| ADEQ Public Water System Number: | | 0 | | | |
| ADWR PCC Number: | | 0 | | | |

| | Number of Customers | | | | | |
|-----------|---------------------|--------------|------------|-----------------|-------------|--|
| | | | | | Other Non- | |
| Month | Single-Family | Multi-Family | Commercial | Turf/Irrigation | Residential | |
| January | 37 | 0 | 0 | 0 | 0 | |
| February | 37 | 0 | 0 | 0 | 0 | |
| March | 37 | 0 | 0 | 0 | 0 | |
| April | 37 | 0 | 0 | 0 | 0 | |
| May | 37 | 0 | 0 | 0 | 0 | |
| June | 37 | 0 | 0 | 0 | 0 | |
| July | 37 | 0 | 0 | 0 | 0 | |
| August | 37 | 0 | 0 | 0 | 0 | |
| September | 37 | 0 | 0 | 0 | 0 | |
| October | 37 | 0 | 0 | 0 | 0 | |
| November | 37 | 0 | 0 | 0 | 0 | |
| December | 37 | 0 | 0 | 0 | 0 | |

| If the system has fire hydrants, what is the fire flow requirements? 0 GPM for 0 hrs. |
|--|
| Does the system have chlorination treatment? No |
| Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement? No If yes, provide the GPCPD amount: |
| Is the Water Utility located in an ADWR Active Management Area (AMA)? Yes If yes, which AMA? Pinal AMA |
| What is the present system connection capacity (in ERCs *) using existing lines? |
| What is the future system connection capacity (in ERCs *) upon service area buildout? |
| Describe any plans and estimated completion dates for any enlargements or improvements of this system. |
| |

 $[\]mbox{*}$ an ERC is based on the calculation on the bottom of AR9 page 12.

AVM-2005, LLC Annual Report Utility Shutoffs / Disconnects 12/31/20

| Utility Shutoffs / Disconnects | | | | |
|--------------------------------|--------------|----|--|--|
| Name of the System: | NA | | | |
| ADEQ Public Water Sy | stem Number: | NA | | |
| ADWR PCC Number: | | NA | | |

| | | Termination with | |
|-----------|---------------------|------------------|-------|
| Month | Termination without | Notice R14-2- | |
| | Notice R14-2-410.B | 410.C | Other |
| January | 0 | 0 | 0 |
| February | 0 | 0 | 0 |
| March | 0 | 0 | 0 |
| April | 0 | 0 | 0 |
| May | 0 | 0 | 0 |
| June | 0 | 0 | 0 |
| July | 0 | 0 | 0 |
| August | 0 | 0 | 0 |
| September | 0 | 0 | 0 |
| October | 0 | 0 | 0 |
| November | 0 | 0 | 0 |
| December | 0 | 0 | 0 |
| Total | 0 | 0 | 0 |

| Other (description): | 0 |
|----------------------|---|
| | |
| | |

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

AVM-2005, LLC Annual Report Property Taxes 12/31/20

| Property Taxes | | | | | |
|--|-------|--|--|--|--|
| Amount of actual property taxes paid during Calendar Year 2020 was | \$477 | | | | |
| | | | | | |
| If no property taxes paid, explain why. | | | | | |
| n/a | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

AVM-2005, LLC Annual Report Verification and Sworn Statement (Taxes) 12/31/20

| | | Verification and Sworn Sta | tement (Taxes) | |
|-----------------------|--|---|---|--|
| Verification: Stat | <u> </u> | I, the undersigname) | gned of the | |
| Nar | unty of (county name): ne (owner or official) title: npany name: | Maricopa Naramin Afkl AVM-2005, LLC | nami, Managing Member | |
| l l | SAY THAT THIS ANNU MMISSION. | AL UTILITY PROPERTY TAX | AND SALES TAX REPOR | RT TO THE ARIZONA CORPORATION |
| FO | R THE YEAR ENDING: | 12/3 | 1/20 | |
| UT CO RE | ILITY; THAT I HAVE CA RRECT STATEMENT OF | REFULLY EXAMINED THE S BUSINESS AND AFFAIRS OF ACH AND EVERY MATTER A | SAME, AND DECLARE THE F SAID UTILITY FOR THE | PAPERS AND RECORDS OF SAID JE SAME TO BE A COMPLETE AND E PERIOD COVERED BY THIS TO THE BEST OF MY KNOWLEDGE, |
| | | | | |
| Sworn Statement: [I H | EREBY ATTEST THAT A | ALL PROPERTY TAXES FOR | SAID COMPANY ARE CU | RRENT AND PAID IN FULL. |
| ĪΗ | EREBY ATTEST THAT A | ALL SALES TAXES FOR SAID | €OMPANY ARE CURRE | NT AND PAID IN FULL. |
| | LEAH R BOWEI Notary Public - Ar Maricopa Coun Commission # 56 My Comm. Expires May | izona ty 3580 | All signature of o | 8-5440 |
| | | SUBSCRIBED AND SWORN T IN AND FOR THE COUNTY | TO BEFORE ME A NOTAR | Maricopa |
| | | THIS | DAY | OF March Zozl (month) and (year) |
| | | MY COMMISSION EXPIRES | 5 | 14/7073 (date) |
| | | | Leave Bou | nature of notary public) |

| 12/3/120 | | | | | | | |
|-----------------|-------------------------------------|--|---|--|---|---|--|
| · | | | Verificati | on and Sworn Stat | tement | | |
| Verification: | State of | Arizo | |]I, the undersigned | of the | | |
| | | ounty name): or or official) title: | AVM-2005, I | Maricopa Naramin Afkhami LC | , Managing Mem | ber | _ |
| | DO SAY TH | AT THIS ANNUA | L UTILITY PE | | ND SALES TAX | REPORT TO | THE ARIZONA |
| | CORPORA | FION COMMISSIC | N. | | | | |
| | FOR THE Y | EAR ENDING: | 12/31/20 | | | | |
| | UTILITY; T AND CORR REPORT IN | HAT I HAVE CAF | REFULLY EXA I OF BUSINES CH AND EVE | MINED THE SAM SS AND AFFAIRS RY MATTER ANI | ME, AND DECLA OF SAID UTILI | ARE THE SAM TY FOR THE I | S AND RECORDS OF SAID ME TO BE A COMPLETE PERIOD COVERED BY THIS E BEST OF MY |
| Sworn Statement | STATUTES | | EPORTED THA | AT THE GROSS O | PERATING REV | VENUE OF SA | OI, ARIZONA REVISED ID UTILITY DERIVED WAS: |
| | | THE STATE | LEAH R BOWERS | Arizona Intrastat (The amount in the billed or collected) | e Gross Operating \$11,855 e box above inclu \$0 | g Revenues Onl des in sales taxes | ly (\$) |
| | | Co | tary Public - Arizona Maricopa County Immission # 563580 Im. Expires May 14, | • | | signature of o | 8-5440 |
| | | | | D AND SWORN T | O BEFORE ME | | UBLIC |
| | | | THIS | 22rd | | DAY OF | (county name) March Zoz (month) and (year) |
| | | | му соммі | SSION EXPIRES | | 5/14/Z | <u>o</u> z3 |
| | | | | > | Reaves | (date) OWN (signature of r | notary public) |
| | | | | · · | | | |

| | Ve | rification and Swor | n Statement (Residential F | Revenue) | |
|---|--|---|--|---|---------------------------------------|
| Verification: | | THE WHOLE BIRD SHOT | . Serromone (Residential I | io, ondo, | |
| , ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | State of | Arizona (state name) | I, the undersigned of the | | |
| | County of (county nar Name (owner or offic Company name: | | Maricopa Naramin Afkhami, Mana 5, LLC | ging Member | |
| | DO SAY THAT THIS CORPORATION CO | | Y PROPERTY TAX AND S | SALES TAX REPOR | Γ TO THE ARIZONA |
| | FOR THE YEAR EN | NDING: 12/31/2 | 0 | | |
| | OF SAID UTILITY; 'A COMPLETE AND PERIOD COVERED | THAT I HAVE CAR CORRECT STATEN BY THIS REPORT | RECTION, FROM THE OF EFULLY EXAMINED THI MENT OF BUSINESS ANI IN RESPECT TO EACH A EDGE, INFORMATION A | E SAME, AND DECI O AFFAIRS OF SAID ND EVERY MATTE | ARE THE SAME TO BE UTILITY FOR THE |
| Sworn Statement: | REVISED STATUTE UTILITY DERIVED | ES, IT IS HEREIN RI FROM ARIZONA II | EMENTS OF TITLE 40, A EPORTED THAT THE GR NTRASTATE UTILITY OF THE CALENDAR YEAR | OSS OPERATING RI ERATIONS RECEIV | EVENUE OF SAID |
| | Arizoi | na Intrastate Gross Op | perating Revenues Only (\$) \$11 (The amount in the box a billed or collected) | ,855 bove includes \$0 in sales taxes | |
| | C. | LEAH R BOWERS tary Public - Arizona Maricopa County mmission # 563580 m. Expires May 14, 2023 | A ——— | signature of ow 480-998- telephon | 5440 |
| | | | BED AND SWORN TO BE OR THE COUNTY | FORE ME A NOTAI | RY PUBLIC |
| | ; | THIS | | DAY OF | march 7071 (month) and (year) |
| | | MY COM | MISSION EXPIRES | 5 14 Z | 623 |
| | | | | | |

(signature of notary public)

AVM-2005, LLC Annual Report Self-pay Method for Income Tax Statement of Certification 12/31/20

| | Self-nav Me | thod for Income Tax Stater | ment of Certification | |
|------------------|---------------------------------|---|--|--------------------|
| Verification: | Sou pay the | THE REAL PROPERTY AND ADDRESS OF THE PERTY | MALO OF ONE PHINAMENTS | |
| | State of Ariz | | gned of the | |
| | (state | name) | | |
| | County of (county name): | Maricopa | | |
| | Name (owner or official) title: | | nami, Managing Member | |
| | Company name: | AVM-2005, LLC | | |
| | | | | |
| | FOR THE YEAR ENDING: | 12/31/20 | | |
| | | | | |
| | | | | |
| | | | | |
| Sworn Statement: | | | | |
| | | | DECISION NO. 77084, BECAUSE | |
| | 1 - | | NTRIBUTIONS, I HEREBY STA O INCUR A NET INCREASE IN | 1 |
| | 1 | | ASSET FOR A CARRY FORWA | 1 |
| | 1 | | AN THE AMOUNT OF THE RE | |
| | PAID BY DEVELOPERS IN | THE PERIOD COVERED I | BY THIS ANNUAL REPORT. | |
| | | | | |
| | | | _ 1 | |
| | | | Not Required signature of own | -Do Not Dign |
| | | | signature of own | er/official |
| | | | 480-998-5 | 440 |
| | | | telephone | |
| | | | | |
| | | SHESCORDED AND SWA | ORN TO BEFORE ME A NOTAR | V BLIDLIO |
| | | IN AND FOR THE COUN | | 1 PUBLIC |
| | | | (cc | ounty name) |
| | | THE | P.177.07 | |
| | | THIS | DAY OF | (month) and (year) |
| | | | | (month) and (year) |
| | | MY COMMISSION EXPI | | |
| | | | (date) | |
| | | | | |
| | | | | |

(signature of notary public)